

BANK INDONESIA REGULATION
NUMBER 10/21/PBI/2008
CONCERNING
FIFTH AMENDMENT TO
BANK INDONESIA REGULATION NUMBER 4/9/PBI/2002
CONCERNING OPEN MARKET OPERATIONS

WITH THE BLESSING OF THE ONE GOD

THE GOVERNOR OF BANK INDONESIA,

- Considering : a. whereas to enhance effectiveness of Open Market Operations in foreign exchange market and anticipate global financial market turbulences, it is necessary that Bank Indonesia reregulates the tenor of swap transactions with Bank Indonesia;
- b. whereas pursuant to the consideration set forth in letter a, it is deemed necessary to amend for the fifth time Bank Indonesia Regulation Number 4/9/PBI/2002 concerning Open Market Operations.

In view of : Act Number 23 of 1999 concerning Bank Indonesia (State Gazette of the Republic of Indonesia Number 66 of 1999, Supplement to the State Gazette of the Republic of Indonesia Number 3843) as amended by Act Number 3 of 2004 (State Gazette of the Republic of Indonesia Number 7 of 2004, Supplement to the State Gazette of the Republic of Indonesia Number 4357).

HAS DECREED :

To enact : FIFTH AMENDMENT TO BANK INDONESIA REGULATION
NUMBER 4/9/PBI/2002 CONCERNING OPEN MARKET
OPERATIONS

Article I

Some provisions in Bank Indonesia Regulation Number 4/9/PBI/2002 concerning Open Market Operations as amended several times by Bank Indonesia Regulation, namely :

- a. Number 6/4/PBI/2004 (State Gazette of the Republic of Indonesia Number 17 of 2004, Supplement to the State Gazette of the Republic of Indonesia Number 4365);
- b. Number 6/33/PBI/2004 (State Gazette of the Republic of Indonesia Number 169 of 2004, Supplement to the State Gazette of the Republic of Indonesia Number 4463);
- c. Number 7/30/PBI/2005 (State Gazette of the Republic of Indonesia Number 84 of 2005, Supplement to the State Gazette of the Republic of Indonesia Number 4533); and
- d. Number 10/14/PBI/2008 (State Gazette of the Republic of Indonesia Number 131 of 2008, Supplement to the State Gazette of the Republic of Indonesia Number 4537),

shall be amended as follows.

1. Provisions in Article 4B shall be amended to read as follows.

Article 4B

OMO in foreign exchange market shall be conducted in effort of liquidity management, either of the Rupiah or foreign exchange, through selling/buying of foreign exchange toward the Rupiah in the form, among other things, of spot, forward, and swap.

2. Provisions in Article 4C shall be amended to read as follows.

Article 4C

The OMO in foreign exchange market as referred to in Article 4B for swap transactions shall have a tenor of no longer than 1 (one) month which is stated in calendar day/s.

Article II ...

Article II

This Bank Indonesia Regulation shall come into force as of its enactment date.

For the public to be informed, it is ordered that this Bank Indonesia Regulation be promulgated in the State Gazette of the Republic of Indonesia.

Enacted in Jakarta

Dated October 15, 2008

THE GOVERNOR OF BANK INDONESIA,

BOEDIONO

Promulgated in Jakarta

Dated October 15, 2008

THE MINISTER OF LAW AND HUMAN RIGHTS
OF THE REPUBLIC OF INDONESIA,

ANDI MATTALATTA

STATE GAZETTE OF THE REPUBLIC OF INDONESIA NUMBER 147 OF
2008

DPM